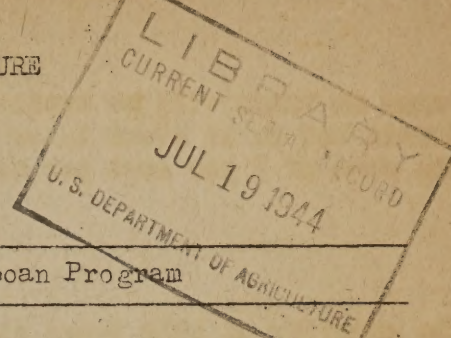


Commodity Loan 2 - Part I
Supplement No. 2 (NCR)
1943 Dry Edible Beans
1943 Dry Edible Smooth Peas

Issued May 28, 1943

UNITED STATES DEPARTMENT OF AGRICULTURE
Agricultural Adjustment Agency
Washington, D. C.



1943 Dry Edible Bean and Dry Edible Smooth Pea Loan Program

Commodity Credit Corporation has been authorized to make loans available on dry edible beans and dry edible smooth peas produced in 1943 as provided herein:

I - Eligible Producer

An eligible producer shall be any person, partnership, association or corporation producing dry edible beans or dry edible smooth peas in 1943 with respect to whose farm no deduction from payments have been or will be computed under the 1943 ACP for failure to meet 90% of the 1943 War Crop Goal.

II - Bean Loans

A. Eligible Beans

Eligible beans shall be beans of any class except for tepary and mixed, grading not more than 10 per cent defect and having a moisture content of not in excess of 18 per cent which were produced in 1943 by an eligible producer.

B. Type of Loans

Loans will be made on beans when stored in approved warehouses or when stored on the farm in acceptable storage structures.

Warehouse loans will be made on a note and loan agreement basis, and may be satisfied by payment of the note plus interest or by surrender of the warehouse receipt to commodity Credit Corporation.

Loans on farm-stored beans will be made on a note and chattel mortgage basis and may be satisfied by payment of the loan plus interest or by delivery of the beans to Commodity Credit Corporation at an assembling point specified by Commodity Credit Corporation. Such assembly point shall be a warehouse approved by Commodity Credit Corporation where beans can be cleaned, bagged and tagged and loaded for shipment. Such beans shall have been stored in a granary for sufficient time to insure safe storage as determined by the County Committee prior to inspection for measurement, sampling and sealing.

Where the borrower is a tenant, the expiration date of the lease must be given in the chattel mortgage and if such date is prior to July 1, 1944, the landlord must execute consent of storage in the chattel mortgage. The consent of storage must also be executed by any other party or parties entitled to possession prior to July 1, 1944.

C. Loan Period, Maturity Date,
and Interest Rate

Loans on beans will be available through December 31, 1943 and will mature on demand but in no event later than April 30, 1944. All loans will bear interest at the rate of 3 per cent per annum.

D. Determination of Quantity of
Farm-Stored Beans

The quantity of bulk beans stored in bins on farms shall be determined on the percentages of dockage free beans as follows:

U. S. No.'s 1, 2 and 3.....	Cubic Feet in Bin divided by 2.1
U. S. Substandard 7% defect.....	Cubic Feet in Bin divided by 2.1 times 98%
U. S. Substandard 8% defect.....	Cubic Feet in Bin divided by 2.1 times 96%
U. S. Substandard 9% defect.....	Cubic Feet in Bin divided by 2.1 times 94%
U. S. Substandard 10% defect.....	Cubic Feet in Bin divided by 2.1 times 92%

In the event that beans are stored in sacks on farms, they shall be weighed and properly sampled and the percentage of dockage plus estimated weight of sacks shall be deducted from total weight for U. S. No.'s 1, 2 and 3. For U. S. Substandard, determine-weights as for U. S. Standard No.'s 1, 2 and 3 and apply same percentage factors as for bulk beans in table above.

E. Loan Rates

The loan rates for dry edible beans will be in accordance with the following schedule:

U. S. No. 1.....	\$5.50 per 100 lbs.
U. S. No. 2.....	5.35 per 100 lbs.
U. S. No. 3.....	5.10 per 100 lbs.
U. S. Substandard 7% defect.....	4.975 per 100 lbs.
U. S. Substandard 8% defect.....	4.85 per 100 lbs.
U. S. Substandard 9% defect.....	4.725 per 100 lbs.
U. S. Substandard 10% defect.....	4.60 per 100 lbs.

The above loan rates are applicable to all beans stored on farms in approved storage facilities in all areas in the North Central Region and on beans when stored in approved warehouses upon presentation of the warehouse receipt showing storage and handling charges paid through April 30, 1944.

III - Pea Loans

A. Eligible Peas

Eligible peas shall be dry edible smooth peas of the following classes: Alaska, Scotch Green, First and Best, Marowfat, and White Canada, grading No. 2 or better, produced in 1943 by an eligible producer.

Loans will also be made on thresher run peas of the same varieties on the net weight of sound whole peas plus split peas and cracked seed coats not in excess of the amount permitted in U. S. No. 2.

Peas which contain more than the maximum limits of bleached and other classes permitted in U. S. No. 2 Peas are not eligible for loan.

B. Type of Loans

Loans will be made available on dry edible smooth peas, stored in approved warehouses. Loans will be made on a note and loan agreement basis and may be satisfied by payment of the note plus interest or by surrender of the warehouse receipt to Commodity Credit Corporation.

No loans will be made on farm stored peas.

C. Loan Period, Maturity Date and Interest Rate

Loans on peas will be available through December 31, 1943 and will mature on demand but in no event later than April 30, 1944. All loans will bear interest at the rate of 3 per cent per annum.

D. Loan Rates

The loan rates for dry edible smooth peas will be in accordance with the following schedule:

U. S. No. 1.....	\$4.50 per 100 lbs.
U. S. No. 2.....	4.25 per 100 lbs.
Thresher run peas - on net weight of sound whole peas plus split peas and cracked seed coats not in excess of amount permitted in U. S. No. 2 and which contain not more than the maximum limits of bleached and other classes permitted in U. S. No. 2	4.00 per 100 lbs.

The above loan rates are applicable to all peas stored in approved warehouses upon presentation of the warehouse receipt showing storage and handling charges paid through April 30, 1944.

IV - Service Fees

A service fee of 2 cents per hundred pounds, with a minimum charge of \$1.50 shall be charged in connection with farm-storage loans on dry edible beans. A fee of 1 cent per hundred pounds, with a minimum charge of \$1.00 shall be charged in connection with all dry edible beans and dry edible smooth peas stored in approved warehouses.

Such fees are to be collected and handled in accordance with procedure for handling service fees on other loans as set forth in Commodity Loan 2, Part I, Supplement No. 1 (NCR) issued May 1, 1942.

All bean and pea loans will be made through the offices of county committees of Agricultural Adjustment Agency under the supervision of the State committees of Agricultural Adjustment Agency.

Sampling, measuring, grading of farm storage beans, approving storage structures and completion of loan documents will be handled in accordance with the instructions outlined in Commodity Loan 2, Part I, issued May 8, 1942.